By: Lozano H.B. No. 17

Substitute the following for H.B. No. 17:

By: Alonzo C.S.H.B. No. 17

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to the establishment of the Texas Higher Education
- 3 Innovation Accelerator for public institutions of higher
- 4 education.

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- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Subtitle A, Title 3, Education Code, is amended
- 7 by adding Chapter 60 to read as follows:
- 8 CHAPTER 60. TEXAS HIGHER EDUCATION INNOVATION ACCELERATOR
- 9 Sec. 60.001. DEFINITIONS. In this chapter:
- 10 (1) "Accelerator" means the Texas Higher Education
- 11 Innovation Accelerator established under this chapter.
- 12 (2) "Board," "governing board," and "institution of
- 13 <u>higher education" have the meanings assigned by Section 61.003.</u>
- 14 (3) "Commissioner" means the commissioner of higher
- 15 education.
- 16 (4) "Participating institution" means an institution
- 17 of higher education whose governing board has approved an
- 18 innovation plan for the institution under Section 60.005.
- 19 Sec. 60.002. PURPOSE. The Texas Higher Education
- 20 Innovation Accelerator is established to support and accelerate
- 21 innovation in educational delivery at institutions of higher
- 22 education and to advance state educational and workforce goals.
- Sec. 60.003. ELIGIBILITY. The commissioner, in
- 24 consultation with institutions of higher education, established

- 1 institutional collaboratives, and state and national subject
- 2 matter experts, shall establish eligibility criteria for an
- 3 institution of higher education's participation in the
- 4 <u>accelerator</u>. The criteria must include demonstrated success, as
- 5 determined by the commissioner, in:
- 6 (1) providing high-quality, high-value educational
- 7 opportunities to all students, particularly low-income and
- 8 historically underserved student populations, including students
- 9 enrolled in adult degree completion programs; and
- 10 (2) advancing state and institutional goals related to
- 11 educational access, persistence, and attainment and labor market
- 12 outcomes.
- 13 Sec. 60.004. NOTIFICATION AND INVITATION TO PARTICIPATE.
- 14 (a) The commissioner shall:
- 15 (1) notify the governing board and chief executive
- 16 officer of each institution of higher education regarding the
- 17 accelerator's implementation process; and
- 18 (2) invite eligible institutions to participate in the
- 19 accelerator.
- 20 (b) The commissioner shall develop, in consultation with
- 21 <u>institutions</u> of higher education, established institutional
- 22 collaboratives, and state and national subject matter experts, and
- 23 post on the board's Internet website:
- 24 (1) a description of the accelerator;
- 25 (2) the eligibility criteria for participation in the
- 26 accelerator established under Section 60.003; and
- 27 (3) a comprehensive list of state statutes and rules

- 1 from which a participating institution may not be exempted under
- 2 Section 60.006.
- 3 Sec. 60.005. INNOVATION PLAN. (a) To participate in the
- 4 accelerator, an eligible institution shall:
- 5 (1) submit a letter of intent to participate to the
- 6 commissioner; and
- 7 (2) develop and submit an innovation plan to the
- 8 institution's governing board as provided by this section.
- 9 (b) An innovation plan must:
- 10 (1) summarize the proposed educational programs to be
- 11 offered under the accelerator, including:
- 12 (A) each program's design, delivery methods, and
- 13 implementation plan; and
- 14 (B) the anticipated number and demographics of
- 15 students to be served by each program;
- 16 (2) describe in detail the modifications to
- 17 traditional program structures necessary to implement the proposed
- 18 educational programs, such as changes to institutional calendars,
- 19 course schedules or structures, faculty workload, credit hours, or
- 20 other program requirements;
- 21 (3) identify how the proposed educational programs
- 22 <u>align with specific state and institutional goals;</u>
- 23 (4) include, to the extent practical, data regarding
- 24 educational programs offered at other institutions of higher
- 25 education that are similar to each proposed educational program,
- 26 including:
- 27 (A) student enrollment and demographics;

- C.S.H.B. No. 17 (B) student academic success, including the 1 average time for a student enrolled in the program to complete a 2 certificate or degree; and 3 4 (C) career placement data; 5 (5) provide for the assessment of student academic 6 success and ongoing program evaluation and improvement; 7 (6) commit the institution to participation in regular 8 meetings of the participating institutions and to the research and evaluation efforts of the accelerator; 9 10 (7) include a plan for operations, staffing, oversight, and sources of funding for the innovation plan; and 11 12 (8) identify any state statutes or rules that inhibit the goals of the innovation plan and from which the institution 13 should be exempted on adoption of the plan, subject to Section 14 15 60.006, and state how the identified statutes or rules inhibit the goals of the plan and how an exemption from those statutes or rules 16 17 will advance state and institutional educational goals. (c) In addition to the state statutes or rules identified 18 under Subsection (b)(8), the institution may also identify other 19 state statutes or rules that inhibit the goals of the innovation 20 plan but from which the institution is not seeking an exemption. 21 22 (d) An innovation plan may include one or more departments or certificate or degree programs. 23
  - (1) submit a copy of the plan to the commissioner; and

(e) If an eligible institution's governing board approves

an innovation plan developed under this section, the institution

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shall:

- 1 (2) post the plan on the institution's Internet
- 2 website.
- 3 <u>(f) An eligible institution may implement one or more</u>
- 4 innovation plans that comply with this section.
- 5 Sec. 60.006. PERMISSIBLE EXEMPTIONS. (a) On approval of an
- 6 innovation plan by the institution's governing board, a
- 7 participating institution is exempt from the state statutes or
- 8 rules identified in the plan or identified by the commissioner as
- 9 needing to be exempted for proper implementation of the plan.
- 10 (b) A participating institution's exemption under
- 11 Subsection (a) applies to any subsequent amendment or redesignation
- 12 of the exempted state statute or rule, unless the subsequent
- 13 amendment or redesignation specifically applies to participating
- 14 institutions or an educational program offered under this chapter.
- 15 <u>(c) A participating institution may not receive an</u>
- 16 exemption under this section from:
- 17 (1) a federal statute or rule;
- 18 (2) any requirements imposed by statute or rule with
- 19 which the institution must comply to maintain accreditation;
- 20 (3) a state statute or rule that would have the effect
- 21 of limiting or abrogating the authority of the institution's
- 22 governing board;
- 23 (4) any reporting requirements under federal or state
- 24 statute or rule related to accountability;
- 25 (5) requirements related to automatic admissions
- 26 under Section 51.803 or 51.804;
- 27 (6) any mandatory tuition or fee exemptions, waivers,

- 1 or other benefits under Subchapter D, Chapter 54;
- 2 (7) eligibility criteria under state statute or rule
- 3 for state financial assistance;
- 4 (8) the requirement for the board's approval for a new
- 5 certificate or degree program under Section 61.0512; or
- 6 (9) any state statute or rule related to health or
- 7 safety.
- 8 Sec. 60.007. DUTIES OF COMMISSIONER. (a) The commissioner
- 9 shall:
- 10 (1) maintain and post on the board's Internet website a
- 11 list of state statutes or rules from which participating
- 12 institutions are exempt under this chapter;
- 13 (2) ensure that each participating institution
- 14 provides transparent and accurate reporting on the institution's
- 15 progress with the innovation plan;
- 16 (3) provide technical assistance to participating
- 17 <u>institutions on request; and</u>
- 18 (4) hold meetings of all participating institutions at
- 19 times established by board rule to facilitate cross-institutional
- 20 collaboration and publicity about innovative educational programs
- 21 developed by the institutions.
- (b) The commissioner shall annually prepare and submit to
- 23 the legislature and the governing board of each participating
- 24 institution a report on the accelerator. The report must include:
- 25 (1) an evaluation of the progress made by
- 26 participating institutions related to the development and
- 27 implementation of the institutions' respective innovation plans;

- 1 (2) a list of federal and accreditation statutes or
- 2 rules that impede innovation in postsecondary educational
- 3 delivery; and
- 4 (3) any recommendations for legislative or other
- 5 action.
- 6 Sec. 60.008. DUTIES OF PARTICIPATING INSTITUTIONS. A
- 7 participating institution shall:
- 8 (1) track the progress and success of the
- 9 institution's innovation plan in accordance with the assessment and
- 10 success measures detailed in the plan; and
- 11 (2) participate in regular meetings of the
- 12 participating institutions and the research and evaluation efforts
- 13 of the accelerator.
- 14 Sec. 60.009. EVALUATION OF INNOVATION PLAN. (a) A
- 15 participating institution shall, in accordance with board rule,
- 16 partner or contract with one or more private organizations,
- 17 including a nonprofit organization, to evaluate the institution's
- 18 innovation plan and the results of the plan's implementation.
- 19 (b) The results of an evaluation of a participating
- 20 institution's innovation plan must be provided to each
- 21 participating institution and to the commissioner and posted on the
- 22 <u>institution's Internet website.</u>
- Sec. 60.010. TERM. The term of an institution of higher
- 24 education's participation in the accelerator may not be less than
- 25 four years, and the term of an innovation plan may not be less than
- 26 three years or more than five years.
- Sec. 60.011. AMENDMENT, RESCISSION, OR RENEWAL OF

- 1 INNOVATION PLAN. (a) An innovation plan may be amended by the
- 2 chief academic officer of a participating institution with prior
- 3 notification to the commissioner and the institution's governing
- 4 board.
- 5 (b) An innovation plan may be rescinded or renewed subject
- 6 to approval of the participating institution's governing board.
- 7 (c) The commissioner may recommend to a participating
- 8 institution's governing board that the governing board:
- 9 <u>(1) renew the innovation plan due to the institution's</u>
- 10 performance; or
- 11 (2) rescind its approval of the innovation plan if the
- 12 institution does not, as determined by the commissioner:
- 13 (A) demonstrate satisfactory progress on
- 14 intended outcomes;
- 15 (B) maintain eligibility requirements; and
- 16 (C) participate in good faith and contribute to
- 17 meetings of the participating institutions and the research and
- 18 evaluation efforts of the accelerator.
- 19 Sec. 60.012. TERMINATION BY COMMISSIONER. (a) The
- 20 commissioner may remove a participating institution from the
- 21 accelerator if the institution fails to meet eligibility
- 22 requirements, as determined by the commissioner, for at least two
- 23 consecutive years.
- 24 (b) Except as provided by Subsection (c), if a participating
- 25 institution is removed from the accelerator under this section, the
- 26 institution shall modify its educational programs as necessary to
- 27 comply with previously exempted state statutes or rules not later

- 1 than the first class day of the next academic term following the
- 2 <u>institution's removal.</u>
- 3 (c) The commissioner may exempt a participating institution
- 4 removed from the accelerator under this section from state statutes
- 5 or rules as necessary to minimize disruption for students enrolled
- 6 <u>in the educational programs offered under the institution's</u>
- 7 <u>innovation plan.</u>
- 8 Sec. 60.013. RULES. The board may adopt rules as necessary
- 9 to implement this chapter.
- 10 SECTION 2. (a) Not later than the 30th day after the
- 11 effective date of this Act, the commissioner of higher education
- 12 shall notify the governing board and chief executive officer of
- 13 each public institution of higher education regarding the
- 14 implementation process for the Texas Higher Education Innovation
- 15 Accelerator established under Chapter 60, Education Code, as added
- 16 by this Act, as required by Section 60.004(a) of that chapter.
- 17 (b) Not later than January 1, 2018, the commissioner of
- 18 higher education shall:
- 19 (1) invite eligible public institutions of higher
- 20 education to participate in the Texas Higher Education Innovation
- 21 Accelerator as provided by Section 60.004(a), Education Code, as
- 22 added by this Act; and
- 23 (2) post on the Texas Higher Education Coordinating
- 24 Board's Internet website the information required under Section
- 25 60.004(b), Education Code, as added by this Act.
- SECTION 3. This Act applies beginning with the 2018-2019
- 27 academic year.

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- SECTION 4. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this
- 5 Act takes effect September 1, 2017.